



DEFENSE FINANCE AND ACCOUNTING SERVICE
ARLINGTON

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MAY 5 2003

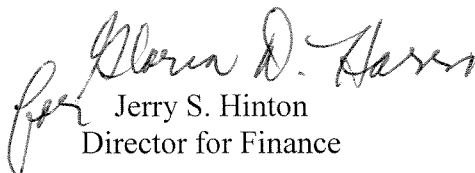
DFAS-DFM

MEMORANDUM FOR MILITARY PAY OPERATIONS, DEFENSE FINANCE AND
ACCOUNTING SERVICE (DFAS-PM/CL)

SUBJECT: Interim Change to the Department of Defense Financial Management Regulation
(DoDFMR), 7A, Regarding Servicemember's Group Life Insurance (SGLI)
Program (DFAS Item M-18)

The attached is Interim Change **19-03** to Chapter 47 of the DoDFMR, Volume 7A. The Department of Veterans Affairs has announced that the premium rates for both the Basic SGLI and Family SGLI Programs will be reduced effective July 1, 2003.

This is a routine change and the result of directed action that does not affect existing policies. A draft of this change was not provided for comment. Assignment of the interim change number is your authority to initiate a procedural modification to implement this change. Use the attached to initiate the formal change to the DoDFMR, Volume 7A.


Jerry S. Hinton
Director for Finance

Attachments:
As stated

cc: DASD (MMP)(Comp)
OUSD(C)(ODCFO)(FP)
ODGC(F)
DFAS-GAM/DE
Service Liaisons
USCG/NOAA/PHS Liaisons
DFAS-PMJE/DE
DFAS-DDM/CL
DFAS-PMA/CL

1. Revise section 4707 to read:

4707 DEDUCTIONS (SGLI PREMIUM)

When a member is in a status referred to in section 4703 above (i.e., eligible for full time coverage), the monthly deduction (effective July 1, 2003) is \$.65 for each \$10,000 of coverage. (NOTE: Effective July 1, 1998, the monthly deduction was \$.80 for each \$10,000 of coverage.) For rules concerning starting and stopping deductions, see Table 47-1. Monthly deductions are not prorated for partial months of service. Deduct the full monthly premium for any month in which a member is covered for at least one day. During months in which coverage amounts change, deduct the full month's premium for the higher coverage rate.

2. Revise paragraph 471103 to read:

471103. Cost. The premiums are based on the age and the amount of coverage of the spouse. The premium rates for the spouse are as follows:

Effective November 1, 2002

<u>Age</u>	<u>Monthly Rate (Per \$10,000)</u>	<u>Monthly Rate (Per \$100,000)</u>
Under 35	\$0.90	\$ 9.00
35 – 44	\$1.30	\$13.00
45 – 49	\$2.00	\$20.00
50 – 54	\$3.20	\$32.00
55 – Over	\$5.50	\$55.00

Effective July 1, 2003

<u>Age</u>	<u>Monthly Rate (Per \$10,000)</u>	<u>Monthly Cost (Per \$100,000)</u>
Under 35	\$.60	\$ 6.00
35 – 39	\$.75	\$ 7.50
40 – 44	\$1.00	\$10.00
45 – 49	\$1.90	\$19.00
50 – 54	\$2.80	\$28.00
55 – 59	\$4.20	\$42.00
60 – Over	\$5.40	\$54.00

2. Add to the Bibliography:ParagraphReference

4707

OUSD (P&R)(MPP) Memo, March 28, 2003

471103

OUSD (P&R)(MPP) Memo, March 28, 2003